Settlement of Insurance claims

2064. SHRI VIREN J. SHAH:
SHRI PRAMOD MAHAJAN:

Will the Minister of FINANCE be pleased to state:

(a) whether Governicient have reviewed the functioning of GIC and its Subsidiary Insurance Companies, in the country and if so, what are the details in this regard;

(b) whether it is a fact that in certain branches of Insurance companies, the claims are settled on percentage basis of the settled amount payable by the claimants, to the surveyors and officials of the insurance companies etc;

(c) whether any such cases in a'ay Insurance Company have come to Government's notice during the last three years; if so, what are the detaUs of such cases;

(d) what action Government have taken in each cases; and

(e) what steps Government have taken to check corraption in the settlement of insurance claim and to expedite speedy disposal of ihsiurance claims?

THE MITNISTER OF STATE EST THE MINISTRY OF FINANCE (DR, ABRAR AHMED): (a) From time to time review of the functioning of GIC and its subsidiary companies is conducted by their respective Boards, Insurance Division, Special meetings convened by the Finance Minister and by various Parliamentary Committees viz. COPU, Estimates Committee, Committee on Subor-dtaate Legislation, Committee on Welfare of SCs/STs etc.

(b) Govemment do not have specific informatfon on this.

(c) and (d) GIC reports that during the last three years total of 43 cases have come to their notice out of which in 34 cases investigations have been completed and in 17 cases penalty has been imposed The Vigilance Department of the ceujapanies, Insurance Division, Central Vigilance Commission, CBI etc. re. ceive complaints regarding corruption by the officials of the insurance companies from time to time. These complaints/ 'information are immediately investigated by appropriate authorities and disciplinary proceedings are initiated by the com-pa'nies against such persons.

(e) The Companies have been directed to take necessary measures to speed ip settlement of claims. Each Insurance Company has a vigilance Department which checks corruption in the settlement of insurance claims. They are also asked to conduct surprise inspections in selected branches. Action Plan on anti-corruption is also implemented.

Closure of Gramin Banks

2065. DR. BAPU KALDATE: Will the Minister of FINANCE be pleased to state:

(a) what is the existing number of Gramin banks in the country, State-wise;

(b) what is the number of Gramin banks closed down in 1993, as compared to the banks closed down in 1992;

(c) whether Government contemplate to close down the remaining Gramin banks; and

(d) if so, what are the reasons therefor?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (DR. ABRAR AHMED): (a) There are 196 regional Rural Banks (RRBs) functiooing in the country. State-wise number of RRBt is given in the enclosed statement. (See below)

(b) No Regional Rural Bank has bera closed down either in 1992 or 1993.

(c) and (d) There is no proposal at present to close down any Regional Rural Bank.

Statement

State-wise number of Regiond Rural Banks {Gramin Banks) in the Country as on 8th *March,* 1994.

Name of the State	Number of Regional Rural Banks
Haryana	4
Himachal Pradesh	2
Jammu & Kashmir	3
Punjab	5
Rajasthan	14
Arunachal Pradesh	1
Assam	5
Manipur	1
Meghalaya	1
Mizoram	1
Nagaland	1
Tripura	1
Bihar	22
Orissa	9
West Bengal	9
Madhya Pradesh	24
Uttar Pradesh	40
Gujarat	9
Maharashtra	10
Andhra Pradesh	16
Karnataka	13
Tamil Nadu	3
Kerala	2
	Total : 196